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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 24, 2011

William Chirnside
2157 South Cole Drive
Lakewood, Colorado 80228

Subject: Withdrawal of Notice of Intention to Commence Small Mining Operations, William Chirnside, Milehigh #1 Mine, S/023/060, Juab County, Utah

Dear Mr. Chirnside:

The Division of Oil, Gas and Mining hereby withdraws the referenced Notice of Intention to Commence Small Mining Operations (Notice). This is being done for the following reasons:

1. On December 1, 2010, the Bureau of Land Management (BLM) sent you a notice that they had closed the file on your claims associated with the Milehigh #1 Mine.
2. Failure to furnish and maintain reclamation surety may result in a withdrawal of the Notice (R647-3-111.1.11). In 2010, the Division notified you that the bond for the site must be increased from \$1,500.00 to a minimum of \$7,400.00. This did not occur.
3. A permittee's authorization under a Notice shall require the paying of permit fees as authorized by the Utah Legislature (R647-3-101.5). The permit fee was not paid in 2010 or 2007 (the fee paid in 2007 was applied to 2006).
4. The site has been reclaimed.

You have the right to appeal this decision to the Board of Oil, Gas and Mining. If you wish to do so, please file the request for agency action no later than September 15, 2011. Withdrawal of the Notice will become final if you do not file a timely appeal. Please contact the Division if you need additional information about filing the appeal.

The Division holds a reclamation surety of \$1500 in the form of a cash deposit made to Zions Bank through the Utah State Treasurer. If you desire to have this money returned, please make application using form MR-SITE available on the Division's web site at https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf.

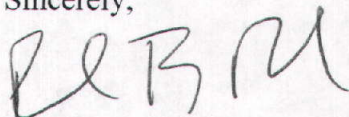
If at some time in the future you decide to mine again, please file a new Notice with the Division and appropriate paperwork to the BLM.



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Thank you for your cooperation and for your work to reclaim the site. Please contact me at 801-538-5261 or Wayne Western at 801-538-5263 if you have questions about this letter.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. B. Baker'.

Paul B. Baker
Mining Program Manager

PBB:whw:eb

cc: Jerry_Mansfield@BLM.gov

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